

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF MATRIKS ENERGY,)	CASE NO.
LLC TO INCREASE RATES PURSUANT)	2003-00398
TO KRS 278.485)	

INITIAL DATA REQUEST OF COMMISSION STAFF
TO MATRIKS ENERGY, LLC

Matriks Energy, LLC ("Matriks"), pursuant to 807 KAR 5:001, is requested to file with the Commission the original and 5 copies of the following information, with a copy to all parties of record. The information requested herein is due within 10 days of the date of this request. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information herein has been previously provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request.

1. Explain how gas sold to Columbia Gas of Kentucky ("Columbia") is priced. In the explanation, include whether the Inside FERC Appalachian Index price used is a daily price, a first of the month price, or a monthly average price, or, in the alternative, if another method is used to determine the price.

2. Refer to page 1 of Matriks' October 29, 2003 application. Explain how the Appalachian Differential of \$.21/dth is derived. Provide the calculation performed to

arrive at \$.21/dth for the Appalachian Differential, including each price included in the calculation and the period covered for each price, if the calculation is an average.

3. Refer to the footnoted items on page 2 of the application. Explain whether the expenses for the footnoted items result entirely from serving farm tap operations, or if some portion of the expenses would be incurred if there were no farm tap operations and all of the gas were sold to Columbia.

4. Explain whether Matriks compared its current and proposed tariffs to any other farm tap or gas distribution companies when making its decision to adjust its rates. If comparisons were made, include the names of the farm taps or distribution companies as well as any analysis performed in making the comparisons. If no such comparison was made, explain why.

5. Refer to Matriks Exhibits JV2001, Profit & Loss statements for 2001, 2002 and 2003. For each period below, provide the quantities of gas sold (mcf) that coincide with the revenue provided in the exhibits for: Wholesale-CKY, Domestic KRS and Domestic Free.

- a. January through December 2001
- b. January through December 2002
- c. January through October 2003



Thomas M. Dorman
Executive Director
Public Service Commission
Post Office Box 615
Frankfort, KY 40602-0615

DATED: December 1, 2003

cc: All parties